JBF Industries Limited

CORPORATE OFFICE : 8th FLOOR, EXPRESS TOWERS, NARIMAN POINT, MUMBAI - 400 021. (INDIA)
TEL. : (91-22)22885959 **FAX :** (91-22) 22886393 **e-mail:**jbf@vsnl.com **Internet site :** http://www.jbfindia.com

Ref No. : JBF/SECTL/SE/ 14th November, 2017

The Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra-Kurla Complex
Bandra [East]
Mumbai, Maharashtra 400 051

Sir/Madam,

Sub : Out Come of Board Meeting

In Compliance with Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, please find enclosed herewith Unaudited Standalone Financial Results for the quarter and half year ended on 30th September, 2017, approved by the Board of Directors of the Company in their meeting held on 14th November, 2017.

The Board of Directors noted the resignation of Mr. Prakash Mehta, Independent Director of the Company.

The Meeting of Board of Directors of the Company commenced at 14.45 hrs. and concluded at 19.00 hrs.

Kindly acknowledge the receipt of the same.

Thanking you,

Yours Faithfully,
For JBF INDUSTRIES LIMITED

MRS. UJJWALA APTE
COMPANY SECRETARY

REGD. OFFICE : SURVEY NO. 273, VILLAGE ATHOLA, SILVASSA-396 230. (INDIA)
TEL. : +91-0260-2642745/46, 2643861/62 • **FAX :** +91-0260-2642297 **E-mail :** admin@jbfmail.com
(ISO 9001, 14001, 18001 CERTIFIED) **CIN** : L99999DN1982PLC000128

Pathak H.D. & Associates
Chartered Accountants

INDEPENDENT AUDITOR'S REVIEW REPORT

To,
The Board of Directors,
JBF Industries Limited

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **JBF Industries Limited ("the Company")** for the quarter and half year ended 30th September 2017("the statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016.

2. The preparation of the statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting (Ind AS 34) prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the statement based on our review.

3. Our review has been restricted to the figures shown in the column headed "Quarter ended 30.09.2017" and "Half year ended 30.09.2017". We have traced the figures shown in the column headed "Quarter ended 30.06.2017", "Quarter ended 30.09.2016" and "Half year ended 30.09.2016" from the published review results and figures shown in the column headed "Year ended 31.03.2017 (Audited) " from the audited financial statements of the Company. The figures shown in the column headed "Quarter ended 30.09.2017" are the balancing figures between the figures shown in the column headed "Half year ended 30.09.2017" and the published figures for the quarter ended 30.06.2017.

4. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

5. ***Basis for qualified Conclusion***
As mentioned in Note no. 5 to the statement, Non-current borrowings include an amount of Rs. 49203 lacs due to certain lenders. As per the arrangements with these lenders the Company is required to comply with certain covenants and non-compliance with these covenants may give rights to the lenders to demand repayment of the loans. As at 30th September, 2017, the Company has not complied with certain covenants and they have not been provided with any confirmation from the lenders for extension of time to comply with these covenants. The Company has not classified these liabilities as current liabilities as required by Ind AS, however it will have no impact on the statement of profit and loss of the Company.

PATHAK H. D. & ASSOCIATES MUMBAI CHARTERED ACCOUNTANTS

Head Office: 814-815, Tulsiani Chambers, 212, Nariman Point, Mumbai - 400 021, India. Tel.: + 91 22 3022 8508 Fax: + 91 22 3022 8509.
URL: www.phd.ind.in

6. **Emphasis of Matter**

(i) Trade receivables amounting to Rs. 4226 lacs due from parties in respect of which Company has initiated legal proceedings and a provision of Rs. 3199 lacs has been considered sufficient by the management.

(ii) Inter-Corporate Deposits and interest accrued and due thereon aggregating to Rs.9693 lacs due from certain parties in respect of which the Company initiated legal proceedings (including winding up petitions against few of them) have been considered good for recovery by the management in view of securities wherever available, personal guarantee of promoters of borrowers Company etc and no provisions for doubtful debts has been considered necessary.

The matter described in paragraph 6 (i) & 6 (ii) above have uncertainties related to the outcome of the legal proceedings. Our conclusion is not modified in respect of above matters.

7. Based on our review conducted as above, *except for the effects of the matters described in paragraph 5 in the Basis of Qualified Conclusion paragraph above* and read with our comments in paragraph 6 above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the applicable Indian Accounting Standards ("Ind-AS") specified under section 133 of the Companies Act, 2013, read with relevant rules issued there under and other recognized accounting practices and principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Pathak H.D. & Associates**
Chartered Accountants
Firm Reg. No. 107783 W

PATHAK H. D. & ASSOCIATES * CHARTERED ACCOUNTANTS * MUMBAI

Gopal Chaturvedi
Partner
Membership No. 090903

Place: Mumbai
Date: 14th November, 2017

Continuation sheet...

JBF INDUSTRIES LIMITED
Survey No. 273, Village: Athola, Silvassa, (D & NH)
CIN : L99999DN1982PLC000128
STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2017

(Rs. In Lacs except per share data)

		Quarter ended			Half year Ended		Year Ended (Audited)
	Particulars	**30.09.17**	**30.06.17**	**30.9.16**	**30.09.17**	**30.9.2016**	**31.03.17**
1	**Income**						
	a) Revenue From Operations (Refer note no-4)	76,436	106,054	103,261	182,490	205,271	427,145
	b) Other Income	3,218	3,145	2,990	6,363	5,811	13,642
	Total Income	**79,654**	**109,199**	**106,251**	**188,853**	**211,082**	**440,787**
2	**Expenses**						
	a) Cost of materials consumed	51,124	76,831	74,876	127,955	152,279	318,948
	b) Purchases of Stock- in- trade	31	476	(118)	507	-	1,042
	c) Changes in Inventories of Finished goods and work-in-progress	11,263	117	(1,087)	11,380	(4,043)	(7,877)
	d) Excies Duty Expenses	(2,014)	9,253	8,966	7,239	16,827	35,813
	e) Employee benefits expense	2,455	2,213	2,125	4,668	4,259	8,640
	f) Finance Costs	7,280	5,908	5,608	13,188	11,564	23,744
	g) Depreciation and amortisation expense	2,370	2,384	2,445	4,754	4,901	9,710
	h) Other Expenses	9,263	12,304	11,126	21,567	22,156	45,254
	Total Expenses	**81,772**	**109,486**	**103,941**	**191,258**	**207,943**	**435,274**
3	**Profit/ (Loss) before Exceptional Items and tax (1- 2)**	**(2,118)**	**(287)**	**2,310**	**(2,405)**	**3,139**	**5,513**
4	**Exceptional Items**	-	-	-	-	-	-
5	**Profit/(Loss) before Tax (3-4)**	**(2,118)**	**(287)**	**2,310**	**(2,405)**	**3,139**	**5,513**
6	**Tax Expenses**						
	a) Current Tax	(12)	12	705	-	777	1,265
	b) Mat Credit Entitlement	12	(12)	(115)	-	(175)	(63)
	c) Deferred Tax	(642)	979	606	337	440	748
	Total Tax Expense	**(642)**	**979**	**1,196**	**337**	**1,042**	**1,950**
7	**Net Profit/(Loss) for the Period/Year (5 - 6)**	**(1,476)**	**(1,266)**	**1,114**	**(2,742)**	**2,097**	**3,563**
8	**Other Comprehensive Income (OCI)**						
	i) Items that will not be reclassified to profit or loss:						
	a) Re-measurement gains / (losses) on defined benefit plans	(34)	(34)	(46)	(68)	(92)	(134)
	b) Income tax effect on above	11	12	16	23	32	46
	ii) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	Total Other Comprehensive Income	**(23)**	**(22)**	**(30)**	**(45)**	**(60)**	**(88)**
9	**Total Comprehensive Income for the Period / Year (7+8)**	**(1,499)**	**(1,288)**	**1,084**	**(2,787)**	**2,037**	**3,475**
10	Paid Up Equity Share Capital (Face Value of Rs.10/- each fully paid up)	**8,187**	**8,187**	**8,187**	**8,187**	**8,187**	**8,187**
11	Other Equity excluding Revaluation Reserve	-	-	-	-	-	150,986
12	Earning per equity share: Basic & Diluted (Not Annualised)*	*(1.80)	*(1.55)	*1.36	*(3.35)	*2.56	4.35

PATHAK H. D. & ASSOCIATES CHARTERED ACCOUNTANTS MUMBAI

JBF INDUSTRIES LIMITED

Statement of Assets & Liabilities as at 30th September 2017 is as under :

(Rs in Lacs)

	Particulars	As at 30th September, 2017 (Unudited)	As at 31st March, 2017 (audited)
I.	**ASSETS**		
1	**Non-current assets:**		
	(a) Property, plant and equipment	147,728	152,084
	(b) Capital work-in-progress	2,205	1,161
	(c) Investment property	23	23
	(d) Other Intangible assets	130	158
	(e) Financial assets		
	(i) Investments	41,748	40,912
	(ii) Others	11,545	10,213
	(f) Other non-current assets	7,686	7,976
	Total Non-Current Assets	**211,065**	**212,527**
2	**Current assets**		
	(a) Inventories	22,714	44,966
	(b) Financial assets		
	(i) Investments	-	21
	(ii) Trade receivables	97,706	89,364
	(iii) Cash and cash equivalents	625	2,982
	(iv) Bank balances other than (iii) above	34,623	35,493
	(v) Loans	55,668	47,662
	(vi) Others	11,734	9,128
	(c) Current Tax Assets (Net)	4,109	3,875
	(d) Other current assets	5,723	7,576
	Total Current Assets	**232,902**	**241,067**
	Total Assets	**443,967**	**453,594**
II.	**EQUITY AND LIABILITIES**		
	Equity		
	(a) Equity share capital	8,187	8,187
	(b) Other equity	147,772	150,986
	Total Equity	**155,959**	**159,173**
	Liabilities		
1	**Non-current liabilities**		
	(a) Financial liabilities		
	(i) Borrowings	49,206	60,850
	(ii) Other Financial Liabilities	9,790	9,593
	(b) Provisions	895	794
	(c) Deferred tax liabilities (net)	23,443	23,090
	Total Non-Current Liabilities	**83,334**	**94,327**
2	**Current liabilities**		
	(a) Financial liabilities		
	(i) Borrowings	155,596	80,908
	(ii) Trade Payables	11,513	87,762
	(iii) Other Financial Liabilities	35,741	27,716
	(b) Other Current liabilities	1,166	1,232
	(c) Provisions	658	2,476
	Total Current Liabilities	**204,674**	**200,094**
	Total Equity and Liabilities	**443,967**	**453,594**

Notes :

1 The above result have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th November,2017.The Statutory auditors of the Company have carried out a limited review of the above results in terms of Regulation 33 of SEBI (Listing obligation and Disclosure Requirements) Regulations ,2015.

2 For the Greenfield PTA project at Mangalore being executed through Company's step down subsidiary JBF Petrochemicals Ltd, currently the Company continues to perform routine checks and remove deficiencies observed during Initial operations. Recommissioning of the plant delayed due to financial constraint.

3 In the opinion of the management, the Company is engaged only in the business of producing polyester based products. As such, there are no separate reportable segments.

4 Revenue from operations for periods up to 30th June 2017 includes excise duty, which is discontinued w.e.f 1st July, 2017 upon implementation of Goods and Service Tax (GST). In accordance with 'Ind AS 18 – Revenue', GST is not included in Revenue from operations. In view of the aforesaid change in indirect taxes, Revenue from operations for the quarter and half year ended on 30th September, 2017 is not comparable to the previous periods

5 Recent policy changes and adverse market condition has contributed cash flows constraint, therefore severely affected and delays in servicing some of its debt obligation with the lenders. In turn this has led to a formation of a Joint Lending Forum (JLF) by the lenders as per applicable guidelines of the Reserve Bank of India (RBI). JLF is in the process of taking Correcting action plan and restructuring the debts of the Company. Pending above mentioned corrective action plan and restructuring of debts, the Company continued to classify it's long term borrowing as non-current liabilities even though certain covenants have been breached which has been qualified by the auditors in their review report on this result.

6 The figures for the corresponding previous period have been restated/regrouped wherever necessary, to make them comparable.

For & on Behalf of the Board of Directors

RAKESH GOTHI
MANAGING DIRECTOR
DIN-00229302

PATHAK H. D. & ASSOCIATES * CHARTERED ACCOUNTANTS * MUMBAI

JBF INDUSTRIES LIMITED

Place : Mumbai
Date : 14th November, 2017